## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## HOUSE BILL No. 697 Session of 2007

INTRODUCED BY ROSS, CALTAGIRONE, CAPPELLI, CURRY, GEORGE, GINGRICH, GOODMAN, HERSHEY, JAMES, MUNDY, NAILOR, READSHAW, RUBLEY, SCHRODER, STERN, THOMAS, WANSACZ, WATSON, WHEATLEY, YUDICHAK, SWANGER AND SIPTROTH, MARCH 9, 2007

REFERRED TO COMMITTEE ON CONSUMER AFFAIRS, MARCH 9, 2007

## AN ACT

1 2 3	Amending Title 66 (Public Utilities) of the Pennsylvania Consolidated Statutes, further providing for duties of electric distribution companies.
4	The General Assembly of the Commonwealth of Pennsylvania
5	hereby enacts as follows:
6	Section 1. Section 2807(e)(3) of Title 66 of the
7	Pennsylvania Consolidated Statutes is amended to read:
8	§ 2807. Duties of electric distribution companies.
9	* * *
10	(e) Obligation to serveAn electric distribution company's
11	obligation to provide electric service following implementation
12	of restructuring and the choice of alternative generation by a
13	customer is revised as follows:
14	* * *
15	(3) <u>(i)</u> If [a customer contracts] <u>customers contract</u>
16	for electric energy and it is not delivered or if [a
17	customer does] <u>customers do</u> not choose an alternative

electric generation supplier, the electric distribution company or commission-approved alternative supplier shall acquire [electric energy at prevailing market prices] <u>a</u> portfolio of resources through one or more competitive procurement processes approved by the commission to serve [that customer] those customers and shall recover fully all reasonable costs.

8 (ii) In addition to complying with the requirements of the act of November 30, 2004 (P.L.1672, No.213), known 9 as the Alternative Energy Portfolio Standards Act, the 10 resource portfolio acquired pursuant to this paragraph 11 12 shall be designed to produce the lowest reasonable rates 13 on a long-term stable basis and shall reflect a diversity of supply-side and demand-side resources, a diversity of 14 15 fuel types and an appropriate mix of long-term, short-16 term and spot market purchases. \* \* \* 17

18 Section 2. This act shall take effect in 60 days.